

# 2012 Montana Individual Income Tax Return

Form 2

For the year Jan 1 - Dec 31, 2012 or the tax year beginning

and ending

Mark all  
that apply.

- ☐ Amended  
Return
- ☐ NOL  
Carryback

First Name and Initial	Last Name	Social Security Number	Deceased? Date of Death
Spouse's First Name and Initial		Spouse's Social Security Number	Deceased? Date of Death
Mailing Address		City	State Zip+4

**Filing Status**  
Mark only one  
box.

- 1 Single
- 2 Married filing jointly
- 3a Married filing separately on the same form ☐ Do you both want to allow us to discuss this return with your spouse? ☐ Yes ☐ No
- 3b Married filing separately on separate forms
- 3c Married filing separately and spouse not filing
- 4 Head of household

**EXHIBIT**

**DATE**

**HB**

**Did you know?**  
You can file and pay online.  
revenue.mt.gov

**Residency Status**  
Mark only one  
box.

- 5a Resident full year
- 5b Nonresident full year
- 5c Resident part-year

Resident Part-Year Required Information

Date of change

State moved to

State moved from

**-file**

Dependents

First Name	Last Name	Social Security Number	Relationship	Mark if Disabled

Exemptions

- 6a ☒ Yourself ☐ 65 or older ☐ Blind Enter number marked
- 6b ☐ Spouse ☐ 65 or older ☐ Blind Enter number marked
- 6c Enter the total number of dependents. If more than 4 dependents, see instructions on page 3
- 6d Add lines 6a through 6c and enter total exemptions here

Column A (for single,  
joint, separate, or head  
of household)

Column B (for spouse  
when filing separately  
using filing status 3a)

6a		
6b		
6c		
6d		

Enter amounts on lines 7 through 38 corresponding to your federal return. Round to nearest dollar. If no entry, leave blank.

Federal Income

7	Wages, salaries, tips, etc. Include federal Form(s) W-2	7	00	00
8a	Taxable interest. Include federal Schedule B if required	8a	00	00
8b	Tax-exempt interest. Do not include on line 8a... 8b	00	00	
9	Ordinary dividends. Include federal Schedule B if required	9	00	00
10	Taxable refunds, credits, or offsets of state and local income taxes	10	00	00
11	Alimony received	11	00	00
12	Business income or (loss). Include federal Schedule C or C-EZ. NAICS:	12	00	00
13	Capital gain or (loss). Include federal Schedule D if required	13	00	00
14	Other gains or (losses). Include federal Schedule 4797	14	00	00
15a	IRA distributions. 15a	00	00	Taxable amount
16a	Pensions and annuities. 16a	00	00	Taxable amount
17	Rental real estate, royalties, partnerships, S corporations, trusts. Include federal Schedule E	17	00	00
18	Farm income or (loss). Include federal Schedule F	18	00	00
19	Unemployment compensation	19	00	00
20a	Social security benefits. 20a	00	00	Taxable amount
21	Other income; list type. Amount	21	00	00
22	Add the amounts in columns A and B for lines 7 thru 21. This is your total income	22	00	00



\*12CE0101\*

[illegible]



**Schedule J—Montana Additions to Federal Adjusted Gross Income**

Enter your additions to federal adjusted gross income on the corresponding line.

File Schedule J with your Montana Form 2.

Column A (for single,  
joint, separate, or head  
of household)Column B (for spouse  
when filing separately  
using filing status 3a)

1	Interest and mutual fund dividends from state, county, or municipal bonds from other states.....	1	00	00
2	Dividends not included in federal adjusted gross income.....	2	00	00
3	Taxable federal refunds. Complete Worksheet II on page 44.....	3	00	00
4	Other recoveries of amounts deducted in earlier years that reduced Montana taxable income. Complete Worksheet IX (available at <a href="http://revenue.mt.gov">revenue.mt.gov</a> ).....	4	00	00
5	Addition to federal taxable social security benefits. Complete Worksheet VIII on page 48.....	5	00	00
6	Sole proprietor's allocation of compensation to spouse.....	6	00	00
7	Medical care savings account nonqualified withdrawals.....	7	00	00
8	First-time home buyer savings account nonqualified withdrawals.....	8	00	00
9	Farm and ranch risk management account taxable distributions.....	9	00	00
10	Addition for dependent care assistance credit.....	10	00	00
11	Addition for smaller federal estate and trust taxable distributions.....	11	00	00
12	Federal net operating loss carryover reported on Form 2, line 21.....	12	00	00
13	Share of federal income taxes paid by your S corporation.....	13	00	00
14	Title plant depreciation and amortization.....	14	00	00
15	Premiums for Insure Montana small business health insurance credit.....	15	00	00
16	Other additions. Specify: <span style="border: 1px solid black; display: inline-block; width: 200px; height: 1.2em; vertical-align: middle;"></span> .....	16	00	00
17	Add lines 1 through 16. Enter the total here and on Form 2, line 39. <b>This is your total Montana additions to federal adjusted gross income.</b> .....	17	00	00

**2012 Montana Individual Income Tax Table**

If Your Taxable Income Is More Than	But Not More Than	Multiply Your Taxable Income By	And Subtract	This Is Your Tax	If Your Taxable Income Is More Than	But Not More Than	Multiply Your Taxable Income By	And Subtract	This Is Your Tax
\$0	\$2,700	1% (0.010)	\$0		\$9,900	\$12,700	5% (0.050)	\$247	
\$2,700	\$4,800	2% (0.020)	\$27		\$12,700	\$16,400	6% (0.060)	\$374	
\$4,800	\$7,300	3% (0.030)	\$75		More Than \$16,400		6.9% (0.069)	\$522	
\$7,300	\$9,900	4% (0.040)	\$148						

For Example: Taxable Income \$6,800 X 3% (0.030) = \$204.

\$204 Minus \$75 = \$129 Tax



\*12CF0101\*

Enter your subtractions from federal adjusted gross income on the corresponding line  
**File Schedule II with your Montana Form 2.**

Column B (for spouse when filing separately using filing status 3a)

1	Exempt interest and mutual fund dividends from federal bonds, notes, and obligations.....	1	00	00
2	Exempt tribal income. Include Form IND.....	2	00	00
3	Exempt unemployment compensation.....	3	00	00
4	Exempt workers' compensation benefits.....	4	00	00
5	Exempt capital gains and dividends from small business investment companies.....	5	00	00
6	State income tax refunds included on Form 2, line 10.....	6	00	00
7	Recoveries of amounts deducted in earlier years that did not reduce Montana income tax.....	7	00	00
8	Exempt military salary of residents on active duty.....	8	00	00
9	Exempt income of nonresident military servicepersons.....	9	00	00
10	Exempt life insurance premiums reimbursement for National Guard and Reservist.....	10	00	00
11	Partial pension and annuity income exemption. Report Tier II Railroad Retirement on line 23 below. Complete Worksheet IV on page 45.....	11	00	00
12	Partial interest exemption for taxpayers 65 and older.....	12	00	00
13	Partial retirement disability income exemption for taxpayers under age 65. Include Form DS-1.....	13	00	00
14	Exemption for certain taxed tips and gratuities.....	14	00	00
15	Exemption for certain income of child taxed to parent.....	15	00	00
16	Exemption for certain health insurance premiums taxed to employee.....	16	00	00
17	Exemption for student loan repayments taxed to health care professional.....	17	00	00
18	Exempt medical care savings account deposits and earnings. Include Form MSA.....	18	00	00
19	Exempt first-time home buyer savings account deposits and earnings. Include Form FTB.....	19	00	00
20	Exempt family education savings account deposits.....	20	00	00
21	Exempt farm and ranch risk management account deposits. Include Form FRM.....	21	00	00
22	Subtraction from federal taxable social security benefits/Tier I Railroad Retirement reported on Form 2, line 20b. Complete Worksheet VIII on page 48.....	22	00	00
23	Subtraction for federal taxable Tier II Railroad Retirement benefits reported on Form 2, line 16b.....	23	00	00
24	Passive loss adjustment.....	24	00	00
25	Capital loss adjustment.....	25	00	00
26	Subtraction of sole proprietor for allocation of compensation to spouse.....	26	00	00
27	Montana net operating loss carryover from Montana Form NOL, Schedule B.....	27	00	00
28	40% capital gain exclusion for pre-1987 installment sales. Complete Worksheet III on page 45.....	28	00	00
29	Subtraction for business-related expenses for purchasing recycled material. Include Form RCYL.....	29	00	00
30	Subtraction for sales of land to beginning farmers.....	30	00	00
31	Subtraction for larger federal estate and trust taxable distribution.....	31	00	00
32	Subtraction for wage deduction reduced by federal targeted jobs credit.....	32	00	00
33	Subtraction for certain gains recognized by liquidating corporation.....	33	00	00
34	Other subtractions. Specify: <input type="text"/>	34	00	00
35	Add lines 1 through 34. Enter the total here and on Form 2, line 40. <b>This is your total Montana subtractions from federal adjusted gross income.</b> .....	35	00	00



**Schedule III – Montana Itemized Deductions**

Enter your itemized deductions on the corresponding line.

File Schedule III with your Montana Form 2.

Column A (for single,  
joint, separate, or head  
of household)Column B (for spouse  
when filing separately  
using filing status 3a)

1	Medical and dental expenses	1		00		00
2	Enter the amount from Form 2, line 41	2		00		00
3	Multiply line 2 by 7.5% (0.075)	3		00		00
4	Subtract line 3 from line 1 and enter the result here, but not less than zero. <b>This is your deductible medical and dental expense subject to 7.5% of Montana AGI.</b>	4		00		00
5	Medical insurance premiums not deducted elsewhere on your return	5		00		00
6	Long-term care insurance premiums not deducted elsewhere on your return	6		00		00

Complete lines 7a through 7d reporting your total federal income tax payments made in 2012 before completing line 7e. You cannot deduct your self-employment taxes paid on lines 7a through 7d.

7a	Federal income tax withheld in 2012	7a		00		00
7b	Federal estimated tax payments paid in 2012	7b		00		00
7c	2011 federal income taxes paid in 2012	7c		00		00
7d	Other back year federal income taxes paid in 2012. Include federal Form 1040 or 1040A	7d		00		00
7e	Add lines 7a through 7d and enter the result here, but not more than \$5,000 if you are filing single, head of household, or married filing separately; or \$10,000 if filing a joint return with your spouse. <b>This is your federal income tax deduction.</b>	7e		00		00
8	General state and local sales taxes paid in 2012 ( <b>Caution</b> – see instructions on page 24.)	8		00		00
9	Local income taxes paid in 2012 (see instructions on page 25)	9		00		00
10	Real estate taxes paid in 2012	10		00		00
11	Personal property taxes paid in 2012 (see instructions on page 25)	11		00		00
12	Other deductible taxes paid in 2012. List type and amount:	12		00		00

13	Home mortgage interest and points reported to you on federal Form 1098	13		00		00
14	Home mortgage interest not reported to you on federal Form 1098. If paid to the person from whom you bought the house, provide name, SSN, and address:	14		00		00
15	Points not reported to you on federal Form 1098	15		00		00
16	Qualified mortgage insurance premiums ( <b>Caution</b> – see instructions on page 25.)	16		00		00
17	Investment interest. Include federal Form 4952	17		00		00
18	Charitable contributions made by cash or check during 2012	18		00		00
19	Charitable contributions made by other than cash or check during 2012	19		00		00
20	Charitable contribution carryover from the prior year	20		00		00
21	Child and dependent care expenses. Include Montana Form 2441-M	21		00		00
22	Casualty or theft loss(es). Include federal Form 4684	22		00		00
23	Unreimbursed employee business expenses. Include federal Form 2106 or 2106-EZ	23		00		00

24	Other expenses. List type and amount:	24		00		00
25	Add lines 23 and 24	25		00		00
26	Enter the amount from Form 2, line 41	26		00		00
27	Multiply line 26 by 2% (0.02)	27		00		00
28	Subtract line 27 from line 25 and enter the result here, but not less than zero	28		00		00
29	Political contributions (limited to \$100 per taxpayer)	29		00		00
30	Other miscellaneous deductions not subject to 2% of Montana AGI. List type and amount:	30		00		00
31	Gambling losses allowed under federal law	31		00		00
32	Add lines 4 through 6; 7e through 22; and 28 through 31 and enter result here and on Form 2, line 42. <b>This is your total itemized deductions.</b>	32		00		00





**Schedule V – Montana Tax Credits**

Enter your Montana tax credits on the corresponding line.

**File Schedule V with your Montana Form 2.**Column A (for single,  
joint, separate, or head  
of household)Column B (for spouse  
when filing separately  
using filing status 3a)**Nonrefundable credits that are single-year credits and HAVE NO carryover provision**

- 1 Credit for an income tax liability paid to another state or country from Form 2, Schedules VI, line 10 or VII, line 10.....
- 2 College contribution credit. Include Form CC.....
- 3 Qualified endowment credit. Include Form QEC.....
- 4 Energy conservation installation credit. Include Form ENRG-C.....
- 5 Alternative fuel credit. Include Form AFCR.....
- 6 Health insurance for uninsured Montanans credit. Include Form HI.....
- 7 Elderly care credit. Include Form ECC.....
- 8 Recycle credit. Include Form RCYL.....

1		00	00
2		00	00
3		00	00
4		00	00
5		00	00
6		00	00
7		00	00
8		00	00

**Nonrefundable credits that HAVE a carryover provision**

- 9 Oilseed crushing and biodiesel/biolubricant production facility credit. Include Form OSC.....
- 10 Biodiesel blending and storage credit. Include Form BBSC.....
- 11 Contractor's gross receipts tax credit. If multiple CGR accounts, please mark here. ☐  
CGR Account ID:                                           CGR
- 12 Geothermal systems credit. Include Form ENRG-A.....
- 13a Alternative energy systems credit. Recognized nonfossil form of energy generation. Include Form ENRG-B.....
- 13b Alternative energy systems credit. Low emission wood or biomass combustion device. Include Form ENRG-B.....
- 14 Alternative energy production credit. Include Form AEPC.....
- 15 Dependent care assistance credit. Include Form DCAC.....
- 16 Historic property preservation credit. Include federal Form 3468.....
- 17 Infrastructure users fee credit. Include Form IUFC.....
- 18 Empowerment zone credit.....
- 19 Increasing research activities credit. Include a detailed schedule of the credit carryforward.....
- 20 Mineral and coal exploration incentive credit. Include Form MINE-CRED.....
- 21 Film employment production credit. Include Form FPC. Report your credit on this line if you have made the one-time four-year carryforward election.....
- 22 Adoption credit. Include federal Form 8839.....
- 23 Add lines 1 through 22 and enter the result here and on Form 2, line 51. **This is your total nonrefundable credits.**.....

9		00	00
10		00	00
11		00	00
12		00	00
13a		00	00
13b		00	00
14		00	00
15		00	00
16		00	00
17		00	00
18		00	00
19		00	00
20		00	00
21		00	00
22		00	00
23		00	00

**Refundable credits**

- 24 Elderly homeowner/renter credit. Include Form 2EC.....
- 25 Film employment production credit. Include Form FPC.....
- 26 Film qualified expenditures credit. Include Form FPC.....
- 27 Insure Montana small business health insurance credit.  
Business FEIN:
- 28 Temporary emergency lodging credit. Include Form TELC.....
- 29 Add lines 24 through 28 and enter the result here and on Form 2, line 60. **This is your total refundable credits.**.....

24		00	00
25		00	00
26		00	00
27		00	00
28		00	00
29		00	00

**Montana Tax Credits**

We have listed the 26 Montana tax credits available to you under three categories. With the exception of the capital gains tax credit, which is required to be applied before any other credit, you are not required to apply any of these 26 tax credits against your income tax liability in any particular order. For more information about these tax credits, please see the instructions on page 31.

